

STATE: MINNESOTA
Effective: July 1, 1988
TN: 88-69
Approved: 5/29/89
Supersedes: 88-28

SUPPLEMENT 7 TO
Attachment 4.19-A

ORIGINAL

V.2.

Background: INDIAN HEALTH SERVICES

1988 Session Laws amended Minnesota Statutes to clarify that MA payments to Indian Health Service Hospitals are to be excluded from the Diagnostically Related Group (DRG) System and paid based on charges.

State Plan Effect: The implementation of this law does not result in a significant change to the methods and standards for determining payment rates for inpatient hospital services. There is no effect, as the state agency is currently paying Indian Health Service hospitals in the manner prescribed in the amended statute. This law resulted from a federal audit which disallowed payments to Indian Health Service Hospitals because the State Plan did not specifically state that these facilities were paid based on charges.

The state agency continues to provide that the requirements of 42 CFR, Part 447, Subpart C, are met as outlined by Attachment 4.19-A. This amends State Plan Supplement 6 to Attachment 4.19-A: Minnesota Statutes, Section 256.969 as cited below.

Amended Statute: BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1987 Supplement, section 256.969, subdivision 3, is amended to read:

Subd. 3. [SPECIAL CONSIDERATIONS.] (A) In determining the rate the commissioner of human services will take into consideration whether the following circumstances exist:

(d) Indian health service facilities are exempt from the rate establishment methods required by this section and section 256D.03, subdivision 4, and shall be reimbursed at the facility's usual and customary charges to the general public.